

STAND. COM. REP. NO. 717

Honolulu, Hawaii

MAR 01 2013

RE: S.B. No. 624
S.D. 2

Honorable Donna Mercado Kim
President of the Senate
Twenty-Seventh State Legislature
Regular Session of 2013
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 624, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE UNIVERSITY OF HAWAII,"

begs leave to report as follows:

The purpose and intent of this measure is to prohibit the use of moneys in the University of Hawaii tuition and fees special fund for administrative salaries at the University of Hawaii.

The University of Hawaii System submitted written comments on this measure.

Your Committee finds that tuition revenues constitute a considerable amount of the core operational funds expended for the daily administration of the University of Hawaii system, but notes that tuition funds are not expended for administrative salaries of critical employees who are responsible for the effective daily operation of the University system. Your Committee further finds that limiting the expenses that may be paid using tuition revenues without addressing those costs that are reasonably necessary for the operation of the University would complicate the University's fiscal operations, without providing any substantial benefit. However, your Committee believes that prohibiting the expenditure of tuition and fees special fund revenues for the salaries of highly paid executive and managerial positions would not compromise the efficient operation of the University or negatively impact crucial administrative staff.



Accordingly, your Committee has amended this measure by:

- (1) Clarifying that moneys deposited into the University of Hawaii tuition and fees special fund shall not be expended on executive and managerial positions with salaries of \$150,000 or more;
- (2) Changing the effective date to July 1, 2050, to encourage further discussion on the measure; and
- (3) Making technical nonsubstantive amendments for purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 624, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 624, S.D. 2.

Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,



DAVID Y. IGE, Chair



The Senate
Twenty-Seventh Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* SB 624, SBI	Committee Referral: HPE, WAM	Date: 2-27-13		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <div style="display: flex; justify-content: space-between; align-items: flex-start;"> <div style="text-align: center;"><input type="checkbox"/> Pass, unamended 2312</div> <div style="text-align: center;"><input checked="" type="checkbox"/> Pass, with amendments 2311</div> <div style="text-align: center;"><input type="checkbox"/> Hold 2310</div> <div style="text-align: center;"><input type="checkbox"/> Recommit 2313</div> </div>				
Members	Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)	✓			
KIDANI, Michelle N. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
DELA CRUZ, Donovan M.	✓			
ENGLISH, J. Kalani	✓			
ESPERO, Will	✓			
KAHELE, Gilbert	✓			
KEITH-AGARAN, Gilbert S.C.				✓
KOUCHI, Ronald D.	✓			
RUDERMAN, Russell E.	✓			
THIELEN, Laura H.	✓			
TOKUDA, Jill N.	✓			
SLOM, Sam	✓			
TOTAL	12	0	0	1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <i>Michelle N. Kidani</i>				
Distribution: <div style="display: flex; justify-content: space-between; font-size: small;"> <div>Original File with Committee Report</div> <div>Yellow Clerk's Office</div> <div>Pink Drafting Agency</div> <div>Goldenrod Committee File Copy</div> </div>				

*Only one measure per Record of Votes